

**City Of Greenville, Ohio**  
**GENERAL PURPOSE FINANCIAL STATEMENTS**  
**DECEMBER 31, 1999**

# **CITY OF GREENVILLE, OHIO**

## **GENERAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 1999**

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STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140

Telephone 614-466-4514  
800-282-0370

Facsimile 614-466-4490

The Honorable Mayor and  
Members of the Legislative Body  
City of Greenville  
Greenville, Ohio

We have reviewed the independent auditor's report of the City of Greenville, Darke County, prepared by Ciuni & Panichi, Inc., Certified Public Accountants, for the audit period January 1, 1999 through December 31, 1999. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Greenville is responsible for compliance with these laws and regulations.

A handwritten signature in black ink, appearing to read "Jim Petro", written over a large, stylized flourish.

JIM PETRO  
Auditor of State

July 10, 2000

Creating economic value through  
knowledge, innovation, commitment, and service

**CIUNI & PANICHI**  
INC.  
CERTIFIED PUBLIC ACCOUNTANTS

## Report Of Independent Accountants

Honorable Mayor and Members of  
the Legislative Body  
City of Greenville  
Greenville, Ohio

We have audited the accompanying general purpose financial statements of the City of Greenville as of and for the year ended December 31, 1999 as listed in the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Greenville, as of December 31, 1999 and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated April 20, 2000 on our consideration of City of Greenville's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

*Ciuni & Panichi, Inc.*

Cleveland, Ohio  
April 20, 2000

**CITY OF GREENVILLE, OHIO**

COMBINED BALANCE SHEET – ALL FUND TYPES AND ACCOUNT GROUPS

**DECEMBER 31, 1999**

	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<b><u>ASSETS AND OTHER DEBITS</u></b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 3,398,348	\$ 834,237	\$ 237,392	\$ -
Restricted Cash and Investments	-	-	-	-
Receivables:				
Taxes	1,010,183	77,780	-	-
Accounts	66,039	5,625	-	-
Other	33,011	6,707	-	-
Intergovernmental	-	30,379	-	-
Due from Other Funds	3,310	57	-	-
Materials and Supplies Inventory	24,085	31,256	-	-
Prepaid Items	82,932	10,215	-	-
Fixed Assets (Net of Accumulated Depreciation)	-	-	-	-
<b><u>Other Debits</u></b>				
Amount Available in the Debt Service Fund	-	-	-	-
Amount to be Provided for Retirement of General Long-Term Obligations	-	-	-	-
 Total Assets and Other Debits	 \$ <u>4,617,908</u>	 \$ <u>996,256</u>	 \$ <u>237,392</u>	 \$ <u>-</u>

See accompanying notes to the General Purpose Financial Statements

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund</u>	<u>Account Groups</u>		<u>Total (Memorandum Only)</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Agency</u>	<u>General Fixed Assets</u>	<u>General Long-term Obligations</u>	
\$ 6,233,007	\$ 483,352	\$ 3,367	\$ -	\$ -	\$ 11,189,703
318,976	-	-	-	-	318,976
-	-	-	-	-	1,087,963
501,509	26	-	-	-	573,199
71,513	2,119	-	-	-	113,350
-	-	-	-	-	30,379
-	-	-	-	-	3,367
101,041	-	-	-	-	156,382
23,565	-	-	-	-	116,712
9,035,588	-	-	6,346,855	-	15,382,443
-	-	-	-	237,392	237,392
-	-	-	-	3,660,817	3,660,817
<u>\$ 16,285,199</u>	<u>\$ 485,497</u>	<u>\$ 3,367</u>	<u>\$ 6,346,855</u>	<u>\$ 3,898,209</u>	<u>\$ 32,870,683</u>

Continued

**CITY OF GREENVILLE, OHIO**

COMBINED BALANCE SHEET – ALL FUND TYPES AND ACCOUNT GROUPS  
(CONTINUED)

**DECEMBER 31, 1999**

	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<b><u>LIABILITIES, FUND EQUITY AND OTHER CREDITS</u></b>				
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 91,289	\$ 197,347	\$ -	\$ -
Claims Payable	-	-	-	-
Accrued Wages	47,376	9,861	-	-
Accrued Compensated Absences	18,825	13,234	-	-
Due to Other Governments	8,414	1,470	-	-
Due to Other Funds	-	-	-	-
Deferred Revenue	623,500	83,121	-	-
Accrued Pension	153,311	17,058	-	-
General Obligation Bonds Payable	-	-	-	-
Mortgage Revenue Bonds Payable	-	-	-	-
Total Liabilities	<u>942,715</u>	<u>322,091</u>	<u>-</u>	<u>-</u>
<b><u>Fund Equity and Other Credits</u></b>				
Investment in General Fixed Assets	-	-	-	-
Contributed Capital	-	-	-	-
Retained Earnings:				
Reserved for Debt Service	-	-	-	-
Unreserved	-	-	-	-
Fund Balance:				
Reserve for Encumbrances	201,464	35,034	-	-
Reserve for Inventory	24,085	31,256	-	-
Reserve for Prepaid Items	82,932	10,215	-	-
Reserve for Debt Service	-	-	237,392	-
Unreserved; Undesignated	<u>3,366,712</u>	<u>597,660</u>	<u>-</u>	<u>-</u>
Total Fund Equity and Other Credits	<u>3,675,193</u>	<u>674,165</u>	<u>237,392</u>	<u>-</u>
Total Liabilities, Fund Equity and Other Credits	<u>\$ 4,617,908</u>	<u>\$ 996,256</u>	<u>\$ 237,392</u>	<u>\$ -</u>

See accompanying notes to the General Purpose Financial Statements

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund</u>	<u>Account Groups</u>		<u>Total (Memorandum Only)</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Agency</u>	<u>General Fixed Assets</u>	<u>General Long-term Obligations</u>	
\$ 22,270	\$ -	\$ -	\$ -	\$ -	\$ 310,906
-	66,771	-	-	-	66,771
9,701	-	-	-	-	66,938
105,864	-	-	-	443,630	581,553
2,210	-	-	-	-	12,094
-	-	3,367	-	-	3,367
-	-	-	-	-	706,621
36,431	-	-	-	264,579	471,379
-	-	-	-	3,190,000	3,190,000
<u>2,930,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,930,000</u>
<u>3,106,476</u>	<u>66,771</u>	<u>3,367</u>	<u>-</u>	<u>3,898,209</u>	<u>8,339,629</u>
-	-	-	6,346,855	-	6,346,855
1,787,869	-	-	-	-	1,787,869
318,976	-	-	-	-	318,976
11,071,878	418,726	-	-	-	11,490,604
-	-	-	-	-	236,498
-	-	-	-	-	55,341
-	-	-	-	-	93,147
-	-	-	-	-	237,392
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,964,372</u>
<u>13,178,723</u>	<u>418,726</u>	<u>-</u>	<u>6,346,855</u>	<u>-</u>	<u>24,531,054</u>
\$ <u>16,285,199</u>	\$ <u>485,497</u>	\$ <u>3,367</u>	\$ <u>6,346,855</u>	\$ <u>3,898,209</u>	\$ <u>32,870,683</u>

# CITY OF GREENVILLE, OHIO

## COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – ALL GOVERNMENTAL FUND TYPES

FOR THE YEAR ENDED DECEMBER 31, 1999

	<u>General</u>	<u>Special Revenue</u>
<u>Revenues</u>		
Property Taxes	\$ 1,353,980	\$ 140,995
Municipal Income Tax	3,791,336	-
Other Local Taxes	1,722,409	480,452
Intergovernmental	39,300	69,684
Charges for Services	151,383	116,233
License and Permits	76,921	-
Fines and Forfeitures	157,266	5,723
Special Assessments	-	-
Investment Income	194,616	26,570
Other	<u>133,750</u>	<u>695,417</u>
Total Revenues	<u>7,620,961</u>	<u>1,535,074</u>
<u>Expenditures</u>		
Current Operations and Maintenance:		
Security of Persons and Property	2,434,575	288,327
Public Health	41,127	-
Leisure Time Activities	466,799	-
Community Development	5,944	63,104
Basic Utility Service	134,262	-
Transportation	151,384	1,502,994
General Government	1,298,300	-
Capital Outlay	673,289	149,498
Debt Service:		
Principal Retirement	-	-
Interest and Fiscal Charges	-	-
Total Expenditures	<u>5,205,680</u>	<u>2,003,923</u>
Excess of Revenues Over (Under) Expenditures	<u>2,415,281</u>	<u>(468,849)</u>
<u>Other Financing Sources (Uses)</u>		
Operating Transfers - In	343,000	645,811
Operating Transfers - Out	<u>(1,509,853)</u>	<u>(60,404)</u>
Total Other Financing Sources (Uses)	<u>(1,166,853)</u>	<u>585,407</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,248,428	116,558
Fund Balance at Beginning of Year	2,451,739	548,493
Increase (Decrease) in Reserve for Inventory	<u>(24,974)</u>	<u>9,114</u>
Fund Balance at End of Year	\$ <u>3,675,193</u>	\$ <u>674,165</u>

See accompanying notes to the General Purpose Financial Statements

<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total (Memorandum Only)</u>
\$ -	\$ -	\$ 1,494,975
-	-	3,791,336
-	-	2,202,861
-	-	108,984
-	-	267,616
-	-	76,921
-	-	162,989
1,956	-	1,956
-	1,875	223,061
-	-	829,167
<u>1,956</u>	<u>1,875</u>	<u>9,159,866</u>
-	-	2,722,902
-	-	41,127
-	-	466,799
-	-	69,048
-	-	134,262
-	-	1,654,378
-	-	1,298,300
-	12,025	834,812
100,000	-	100,000
<u>168,140</u>	<u>-</u>	<u>168,140</u>
<u>268,140</u>	<u>12,025</u>	<u>7,489,768</u>
<u>(266,184)</u>	<u>(10,150)</u>	<u>1,670,098</u>
268,140	-	1,256,951
-	(98,334)	(1,668,591)
<u>268,140</u>	<u>(98,334)</u>	<u>(411,640)</u>
1,956	(108,484)	1,258,458
235,436	108,484	3,344,152
-	-	(15,860)
<u>\$ 237,392</u>	<u>\$ -</u>	<u>\$ 4,586,750</u>

**CITY OF GREENVILLE, OHIO**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL – ALL  
GOVERNMENTAL FUND TYPES (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 1999**

	<u>General Fund</u>		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
<u>Revenues</u>			
Property Taxes	\$ 1,188,341	\$ 1,353,980	\$ 165,639
Municipal Income Taxes	3,327,525	3,791,336	463,811
Other Local Taxes	1,441,025	1,641,884	200,859
Intergovernmental	34,492	39,300	4,808
Charges for Services	132,864	151,383	18,519
Licenses and Permits	98,260	111,956	13,696
Fines and Forfeitures	138,027	157,266	19,239
Investment Income	180,076	205,176	25,100
Miscellaneous Income	<u>120,371</u>	<u>138,150</u>	<u>17,779</u>
Total Revenue	<u>6,660,981</u>	<u>7,590,431</u>	<u>929,450</u>
<u>Expenditures</u>			
Current Operations and Maintenance:			
Security of Persons and Property	3,230,261	2,555,302	674,959
Public Health	29,409	24,078	5,331
Leisure Time Activities	610,875	500,143	110,732
Community Development	9,332	6,903	2,429
Basic Utility Services	185,391	143,897	41,494
Transportation	201,486	157,335	44,151
General Government	1,839,722	1,455,512	384,210
Capital Outlay	<u>1,707,878</u>	<u>1,373,156</u>	<u>334,722</u>
Total Expenditures	<u>7,814,354</u>	<u>6,216,326</u>	<u>1,598,028</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,153,373)</u>	<u>1,374,105</u>	<u>2,527,478</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	301,039	343,000	41,961
Operating Transfers - Out	<u>(1,529,219)</u>	<u>(1,509,853)</u>	<u>19,366</u>
Total Other Financing Sources (Uses)	<u>(1,228,180)</u>	<u>(1,166,853)</u>	<u>61,327</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,381,553)	207,252	2,588,805
Fund Balance at Beginning of Year, Restated	2,380,080	2,380,080	-
Current Year Encumbrances	<u>811,016</u>	<u>811,016</u>	<u>-</u>
Fund Balance at End of Year	\$ <u>809,543</u>	\$ <u>3,398,348</u>	\$ <u>2,588,805</u>

Continued

See accompanying notes to the General Purpose Financial Statements

**CITY OF GREENVILLE, OHIO**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL – ALL  
GOVERNMENTAL FUND TYPES (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 1999**

	<u>Special Revenue Funds</u>		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Property Taxes	\$ 125,820	\$ 140,995	\$ 15,175
Other Local Taxes	572,879	480,452	(92,427)
Intergovernmental	123,315	103,420	(19,895)
Charges for Services	135,549	113,680	(21,869)
Fines and Forfeitures	7,359	6,172	(1,187)
Investment Income	31,681	26,570	(5,111)
Other	<u>829,513</u>	<u>695,681</u>	<u>(133,832)</u>
Total Revenues	<u>1,826,116</u>	<u>1,566,970</u>	<u>(259,146)</u>
<u>Expenditures</u>			
Current Operations and Maintenance:			
Security of Persons and Property	449,550	386,898	62,652
Community Development	356,895	307,156	49,739
Transportation	1,924,221	1,630,646	293,575
Capital Outlay	<u>5,515</u>	<u>-</u>	<u>5,515</u>
Total Expenditures	<u>2,736,181</u>	<u>2,324,700</u>	<u>411,481</u>
Excess of Revenues Over (Under) Expenditures	<u>(910,065)</u>	<u>(757,730)</u>	<u>152,335</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	645,811	645,811	-
Operating Transfers - Out	<u>(60,404)</u>	<u>(60,404)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>585,407</u>	<u>585,407</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(324,658)	(172,323)	152,335
Fund Balance at Beginning of Year, Restated	631,629	631,629	-
Current Year Encumbrances	<u>374,931</u>	<u>374,931</u>	<u>-</u>
Fund Balance at End of Year	\$ <u>681,902</u>	\$ <u>834,237</u>	\$ <u>152,335</u>

Continued

See accompanying notes to the General Purpose Financial Statements

**CITY OF GREENVILLE, OHIO**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCES – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL – ALL  
GOVERNMENTAL FUND TYPES (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 1999**

	<u>Debt Service Fund</u>		Variance Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	
<u>Revenues</u>			
Special Assessments	\$ <u>2,000</u>	\$ <u>1,956</u>	\$ <u>(44)</u>
<u>Expenditures</u>			
<u>Debt Service:</u>			
Principal Retirement	100,000	100,000	-
Interest and Fiscal Charges	<u>168,140</u>	<u>168,140</u>	<u>-</u>
Total Expenditures	<u>268,140</u>	<u>268,140</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(266,140)	(266,184)	(44)
<u>Other Financing Sources (Uses)</u>			
Operating Transfers - In	<u>268,140</u>	<u>268,140</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	2,000	1,956	(44)
Fund Balance at Beginning of Year, Restated	<u>235,436</u>	<u>235,436</u>	<u>-</u>
Fund Balance at End of Year	\$ <u>237,436</u>	\$ <u>237,392</u>	\$ <u>(44)</u>

Continued

See accompanying notes to the General Purpose Financial Statements

**CITY OF GREENVILLE, OHIO**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND  
BALANCES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL - ALL  
GOVERNMENTAL FUND TYPES (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 1999**

	<u>Capital Projects Funds</u>		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Investment Income	\$ <u>14,000</u>	\$ <u>1,875</u>	\$ <u>(12,125)</u>
<u>Expenditures</u>			
Capital Outlay	<u>14,206</u>	<u>12,378</u>	<u>1,828</u>
Excess of Revenues Over (Under) Expenditures	(206)	(10,503)	(10,297)
<u>Other Financing Sources (Uses)</u>			
Operating Transfer - Out	<u>(98,334)</u>	<u>(98,334)</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(98,540)	(108,837)	(10,297)
Fund Balance at Beginning of Year	<u>108,837</u>	<u>108,837</u>	<u>-</u>
Fund Balance at End of Year	\$ <u>10,297</u>	\$ <u>-</u>	\$ <u>(10,297)</u>

See accompanying notes to the General Purpose Financial Statements

**CITY OF GREENVILLE, OHIO**

**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS – ALL PROPRIETARY FUND TYPES**

**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<u>Enterprise Fund</u>	<u>Internal Service Fund</u>	<u>Totals (Memorandum Only)</u>
<b><u>Operating Revenues</u></b>			
Charges for Services	\$ 2,681,539	\$ 104,774	\$ 2,786,313
License and Permits	-	26	26
Other Operating Revenues	<u>61,000</u>	<u>2,119</u>	<u>63,119</u>
Total Operating Revenues	<u>2,742,539</u>	<u>106,919</u>	<u>2,849,458</u>
<b><u>Operating Expenses</u></b>			
Personal Services	875,004	-	875,004
Materials and Supplies Inventory	303,505	-	303,505
Contractual Services	401,972	-	401,972
Utilities	239,438	-	239,438
Reimbursements	-	435,692	435,692
Depreciation	<u>559,875</u>	<u>-</u>	<u>559,875</u>
Total Operating Expenses	<u>2,379,794</u>	<u>435,692</u>	<u>2,815,486</u>
Operating Income (Loss)	<u>362,745</u>	<u>(328,773)</u>	<u>33,972</u>
<b><u>Non-Operating Revenues (Expenses)</u></b>			
Investment Income	326,024	10,974	336,998
Interest Expense	(169,487)	-	(169,487)
Loss on Sale of Fixed Assets	(14,744)	-	(14,744)
Operating Transfers - In	634,334	384,313	1,018,647
Operating Transfers - Out	<u>(593,507)</u>	<u>-</u>	<u>(593,507)</u>
Total Non-Operating Revenues (Expenses)	<u>182,620</u>	<u>395,287</u>	<u>577,907</u>
Net Income	545,365	66,514	611,879
Retained Earnings at Beginning of Year, Restated	10,756,163	352,212	11,108,375
Depreciation Charged on Contributed Capital	<u>89,326</u>	<u>-</u>	<u>89,326</u>
Retained Earnings at End of Year	\$ <u>11,390,854</u>	\$ <u>418,726</u>	\$ <u>11,809,580</u>

See accompanying notes to the General Purpose Financial Statements

# CITY OF GREENVILLE, OHIO

## COMBINED STATEMENT OF CASH FLOWS – ALL PROPRIETARY FUND TYPES

FOR THE YEAR ENDED DECEMBER 31, 1999

	<u>Enterprise Fund</u>	<u>Internal Service Fund</u>	<u>Totals (Memorandum Only)</u>
<u>Cash Flows From Operating Activities</u>			
Cash Received from Customers	\$ 2,695,425	\$ 104,774	\$ 2,800,199
Cash Payments for Goods and Services	(1,059,438)	(440,984)	(1,500,422)
Cash Payments to Employees	(943,994)	-	(943,994)
Other Operating Receipts	<u>7,286</u>	<u>-</u>	<u>7,286</u>
Net Cash Provided by (Used in) Operating Activities	<u>699,279</u>	<u>(336,210)</u>	<u>363,069</u>
<u>Cash Flows from Non-Capital Financing Activities</u>			
Operating Transfers - In	634,334	384,313	1,018,647
Operating Transfers - Out	<u>(593,507)</u>	<u>-</u>	<u>(593,507)</u>
Net Cash Provided by Non-Capital Financing Activities	<u>40,827</u>	<u>384,313</u>	<u>425,140</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Acquisition of Capital Assets	(211,791)	-	(211,791)
Principal Paid on Bonds	(90,000)	-	(90,000)
Interest Paid on Bonds	(184,895)	-	(184,895)
Loss on Sale of Fixed Assets	<u>(14,744)</u>	<u>-</u>	<u>(14,744)</u>
Net Cash Used in Capital and Related Financing Activities	<u>(501,430)</u>	<u>-</u>	<u>(501,430)</u>
<u>Cash Flows From Investing Activities</u>			
Interest Income	<u>295,661</u>	<u>10,974</u>	<u>306,635</u>
Net Increase in Cash and Cash Equivalents	534,337	59,077	593,414
Cash and Cash Equivalents Beginning of Year	<u>5,698,670</u>	<u>424,275</u>	<u>6,122,945</u>
Cash and Cash Equivalents End of Year	\$ <u>6,233,007</u>	\$ <u>483,352</u>	\$ <u>6,716,359</u>

## CITY OF GREENVILLE, OHIO

### COMBINED STATEMENT OF CASH FLOWS – ALL PROPRIETARY FUND TYPES (CONTINUED)

#### FOR THE YEAR ENDED DECEMBER 31, 1999

	<u>Enterprise Fund</u>	<u>Internal Service Fund</u>	<u>Totals (Memorandum Only)</u>
Reconciliation of Operating Income (Loss) <u>To Net Cash From Operating Activities</u>			
Operating Income (Loss)	\$ 362,745	\$ (328,773)	\$ 33,972
Adjustments to Reconcile Operating Income (Loss) To Net Cash From Operating Activities:			
Depreciation	559,875	-	559,875
Changes in Assets and Liabilities:			
Increase in Accounts Receivable	(19,892)	(26)	(19,918)
Increase in Other Receivable	(19,936)	(2,119)	(22,055)
Decrease in Inventory	61,194	-	61,194
Decrease in Prepaid Items	1,589	-	1,589
Decrease in Accounts Payable	(230,294)	-	(230,294)
Decrease in Accrued Wages and Benefits	(64,527)	-	(64,527)
Increase in Compensated Absences Payable	9,884	-	9,884
Decrease in Claims Payable	-	(5,292)	(5,292)
Increase in Due to Other Governments	2,210	-	2,210
Increase in Accrued Pension	36,431	-	36,431
Total Adjustments	<u>336,534</u>	<u>(7,437)</u>	<u>329,097</u>
Net Cash Provided by (Used in) Operating Activities	\$ <u>699,279</u>	\$ <u>(336,210)</u>	\$ <u>363,069</u>

#### Noncash Investing, Capital, and Financing Activities:

In 1999 sanitary sewer lines were partially paid for by the developer. These sewer lines were capitalized in the Enterprise Fund and treated as an addition to contributed capital in the amount of \$115,698.

See accompanying notes to the General Purpose Financial Statements

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1999

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Greenville have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

#### A. THE REPORTING ENTITY

The City of Greenville, Ohio (the "City"), was incorporated in 1832 and operates under a Council-Mayor form of government. The following services are provided by the City: public safety (police and fire), highways and streets, water, sewer, recreation, public improvements, planning and zoning, and general administrative services.

In evaluating how to define the governmental reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth by GAAP. In June 1991, the Governmental Accounting Standards Board (GASB) issued Statement No. 14, "The Financial Reporting Entity", which is effective for fiscal years beginning after December 15, 1992 and defines the financial reporting entity of a governmental unit. These principles provide that the reporting entity is comprised of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the general purpose financial statements to be misleading or incomplete.

Based on the foregoing criteria, these financial statements do not include any component units.

The City of Greenville is divided into various departments and financial management and control systems. The City includes a public safety department, a street maintenance department, a parks and recreation department, health, community and general administrative services. In addition, the City owns and operates several enterprise activities, including a water system and sewage treatment facility. The operation of each of these activities and entities is directly controlled by the City Council through the budgetary process and therefore is included as a part of the reporting entity.

The Greenville Mayor's Court is part of the reporting entity. It handles violations of traffic, and other municipal ordinances for the City. The City controls fiscal operations of the Court, reviews and approves budget requests and amendments, provides space and owns all property used by the Court. Court operations are included in the General Fund and the Agency Fund contains undistributed receipts. Due to the June 1999 Court Decision, the Mayor's Court is not currently hearing and deciding prosecutions. These prosecutions are currently being heard in Darke County Common Pleas Court.

#### B. BASIS OF PRESENTATION – FUND ACCOUNTING

*Fund Accounting:* The accounting policies of the City conform to generally accepted accounting principles applicable to governments as prescribed by the Governmental Accounting Standards Board (GASB). Following is a summary of the more significant policies.

The financial transactions of the City are recorded in individual funds and account groups.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

#### B. BASIS OF PRESENTATION - FUND ACCOUNTING - CONTINUED

The various funds and account groups are recorded by type in the general purpose financial statements. The various funds of the City are grouped into the following generic funds under the broad fund type categories of governmental, proprietary, and fiduciary for financial statement presentation purposes:

##### GOVERNMENTAL FUNDS

*General Fund:* This is the general operating fund of the City. It is used to account for all financial resources, except those required to be accounted for in another fund.

*Special Revenue Funds:* These funds are used to account for revenues derived from specific taxes, grants or other restricted revenue sources (other than expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes.

*Debt Service Fund:* To account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related cost.

*Capital Projects Fund:* This fund is used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

##### PROPRIETARY FUNDS

These funds account for operations that are organized to be self-supporting through user charges. The funds included in this category are the Enterprise Funds and Internal Service Fund.

*Enterprise Funds:* These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

*Internal Service Fund:* To account for the financing of goods and services provided by one department to other departments of the City on a cost reimbursement basis.

Under the guidelines of Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Units That Use Proprietary Fund Accounting*, the City has elected not to apply Financial Accounting Standard Board Statements and Interpretations issued after November 30, 1989 to proprietary activities. The adoption of this approach to accounting for proprietary activities by the City required no change from prior years.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### B. BASIS OF PRESENTATION – FUND ACCOUNTING – CONTINUED

##### FIDUCIARY FUNDS

These funds account for assets held by the City as a trustee or agent for individuals, private organizations, and other units of governments. These funds are as follows.

*Agency Funds:* Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

##### ACCOUNT GROUPS

To make a clear distinction between fixed assets and related to specific funds and those of general governmental, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used.

*General Fixed Assets Account Group:* This group is used to account for all fixed assets acquired for general City purposes, excluding fixed assets of proprietary or trust funds.

*General Long-Term Obligations Account Group:* This group is used to account for all long-term obligations of the City, except those accounted for in proprietary or trust funds.

#### C. BASIS OF ACCOUNTING

Governmental and fiduciary fund types are accounted for on the modified accrual basis of accounting. Government revenues are recognized when they become measurable and available to finance expenditures of the current period.

Revenue items, which are recognized before the related cash is received and are recorded as receivables, include income taxes arising from payroll tax withholding during the year. Expenditures are recognized when the related fund liability is incurred, with the exception of accumulated unpaid employee compensation and the principal and interest of general long-term obligations, which are reported when due in conformity with generally accepted accounting principles.

Proprietary funds are accounted for on the accrual basis of accounting. Their revenues are recognized in the accounting period earned and expenses are recognized in the period incurred.

#### D. BUDGET

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable.

The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

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### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

#### D. BUDGET - CONTINUED

The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are required to be budgeted and appropriated. The primary level of budgetary control is at the departmental level or by projects.

##### Tax Budget

The City must submit a budget of estimated cash receipts and disbursements to the County Auditor, as a Secretary of the County Budget Commission, by July 20 of each year for the following calendar year.

##### Estimated Resources

The County Budget Commission certifies its actions by September 1, and issues a "Certificate of Resources" limiting the maximum amount the City may expend from a given fund during the year. About January 1, this Certificate is amended to include any unencumbered balances from the preceding year. The City must prepare its appropriations so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Resources.

##### Appropriations

A temporary appropriation measure may be passed for the period January 1 through March 31. If a temporary appropriation is made, a permanent appropriation measure must be passed before April 1, for the period January 1 through December 31. The permanent appropriations may not exceed estimated resources certified by the County Budget Commission.

##### Lapsing of Appropriations

Unused appropriations lapse at year-end and encumbrances are added to the ensuing year's appropriations.

The City's budget (budgetary basis) accounts for certain transactions on a basis which differs from generally accepted accounting principles (GAAP basis). The major differences between the budgetary basis and the GAAP basis are that revenues are recorded when received in cash (budgetary basis) as opposed to when susceptible to accrual (GAAP basis), and are recorded when paid in cash (budgetary basis) as opposed to when incurred (GAAP basis). Additionally, outstanding year end encumbrances are treated as expenditure equivalents (budgetary basis) rather than as a reservation of fund balance (GAAP basis).

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### D. BUDGET - CONTINUED

The adjustments necessary to convert the results of operations for the year ended December 31, 1999, on the GAAP basis to the budget basis are as follows:

Excess of Revenues and Other Financing Sources  
Over (Under) Expenditures and Other Financing Uses -  
All Governmental Fund Types

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
GAAP Basis	\$ 1,248,428	\$ 116,558	\$ 1,956	\$ (108,484)
Net Revenue Adjustments	(30,530)	31,896	-	-
Net Expenditure Adjustments	(199,630)	54,154	-	(353)
Net Encumbrances Adjustments	<u>(811,016)</u>	<u>(374,931)</u>	-	-
Budget Basis	\$ <u>207,252</u>	\$ <u>(172,323)</u>	\$ <u>1,956</u>	\$ <u>(108,837)</u>

#### Encumbrances

Encumbrances outstanding at year-end represent the estimated amount of expenditures that will ultimately result if unperformed contracts in process (for example, purchase orders and contracted services) are completed. Encumbrances are reported as reservations of fund balances in the appropriate funds, since they do not constitute expenditures or liabilities.

#### E. CASH, CASH EQUIVALENTS, AND INVESTMENTS

Cash balances of all City funds, except for those held by a trustee or fiscal agent, are pooled and invested to improve yields. Investments are recorded at cost, which approximates market value. Interest earnings from investments are allocated to respective funds in accordance with applicable federal, state, and city regulations. For purposes of the statement of cash flows, the City considers certificates of deposit with a maturity of three months or less when purchased to be cash equivalents.

#### F. RESTRICTED ASSETS

Certain resources, set aside for repayment of enterprise fund mortgage revenue bonds under bond covenants represent restricted assets because their use is limited by the bond indenture. at December 31, 1999, \$318,976 was reflected on the City's Combined Balance Sheet as "Restricted Cash and Investments".

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### G. INVENTORY

Inventory is valued at cost using the first-in/first-out (FIFO) method. The proprietary funds inventories are recorded as expenses when used. Inventory in governmental funds consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" and thus, are not available for appropriation.

#### H. PREPAID EXPENDITURES

Payments made to vendors for services that will benefit beyond year-end are recorded as prepaid expenditures. Additionally, bond issuance costs amortized over the life of the bonds are recorded as prepaid expenditures in the Enterprise Fund.

#### I. FIXED ASSETS AND DEPRECIATION

Fixed assets include land, utilities, buildings, and machinery and equipment owned by the City. Infrastructure including streets, bridges, and sidewalks is not included in the General Fixed Assets Account Group. Interest expenditures incurred as part of the construction of capital assets are capitalized as part of the historical cost of the asset.

Fixed assets acquired or constructed for general governmental purposes are reported as expenditures in the fund that financed the asset acquisition and capitalized in the General Fixed Assets Account Group.

Property and equipment acquired by proprietary funds are capitalized in those funds. All fixed assets are recorded at cost, estimated historical cost, or at estimated fair market value at the time of donation.

Depreciation of fixed assets is calculated and recorded using the straight-line method over the estimated useful lives of the fixed assets in proprietary funds. Assets in the General Fixed Assets Account Group are not depreciated.

The estimated useful lives of the various classes of fixed assets range as follows:

<u>Class</u>	<u>Estimated Useful Life</u>
Land Improvements	20 to 25 years
Buildings and Improvements	20 to 40 years
Machinery and Equipment	2 to 25 years

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### J. COMPENSATED ABSENCES

The City records a liability for sick leave and other compensated absences when the obligation is attributable to services previously rendered, the obligation relates to rights that vest or accumulate, payment of the obligation is probable and the amount of the obligations can be reasonably determinable. For governmental funds, the portion of unpaid sick leave that is to be paid using current available financial resources is reported as an expenditure in the fund from which the individuals earning the vacation or sick leave are paid, with a corresponding liability reflected in the account "compensated absences payable". The long-term debt portion of the liability is reported in the general long-term debt account group.

In the proprietary fund, compensated absences are expensed when earned and the related liability reported within the fund itself.

#### K. INTERFUND TRANSACTIONS

During the course of normal operations, the City has numerous transactions between funds, including the expenditures and transfers of resources to provide services and service debt. Operating subsidies are recorded as operating transfers. The classification of amounts, if any, recorded as subsidies, advances, or equity contributions is based on the intent of the City of the time of the transactions.

Short-term amounts owed between funds are classified as "Due To/From Other Funds" on the Combined Balance Sheet.

#### L. FUND BALANCE RESERVES

Reserves of fund balance in governmental fund types indicated that a portion of fund balance is not available for current appropriation or is legally segregated for a specific future use. Fund balances are reserved for encumbrances, inventories, prepaid expenditures. Retained earnings in the Enterprise funds are reserved for debt service.

#### M. GRANTS AND OTHER INTERGOVERNMENTAL REVENUES

Federal grants and assistance awards made on the basis of entitlement periods are recorded as intergovernmental receivables and revenues when entitlement occurs. All other federal reimbursement-type grants are recorded as intergovernmental receivables and revenues when the related expenditures/expenses are incurred.

#### N. TOTAL COLUMNS ON COMBINED STATEMENTS

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

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### NOTE 2 – EQUITY IN POOLED CASH AND INVESTMENTS

State statutes require the classification of moneys held by the City into three categories.

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the City Treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that Council has identified as not required for use within the current two year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including pass book accounts. Interim monies may be invested in the following obligations provided they mature or are redeemable within two years from the date of principal and interest;

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States.
2. Bonds, notes, debentures, or other obligations or securities issued by any federal governments agency or instrumentality;
3. Written repurchase agreements for a period not to exceed thirty days in securities listed above that mature within five years from the date of purchase;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in divisions (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's Investment Pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days from the date of purchase in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rated classifications by at least two nationally recognized rating agencies.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the finance director by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 2 – EQUITY IN POOLED CASH AND INVESTMENTS – CONTINUED

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the finance director or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

GASB Statement 3 “Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reserve Repurchase Agreements” requires disclosures to help assess actual and potential future deposit and investment market and credit risk. The following information regarding deposits and investments is presented using the categories of risk identified in GASB Statement 3.

#### A. DEPOSITS

At year-end, the carrying amount of the City’s deposits was \$11,189,703 and the bank balance was \$11,237,931. In addition to deposits at year end, the City also had restricted cash and investments in the amount of \$318,976. Of the bank balance:

1. \$403,367 was covered by federal depository insurance.
2. \$10,834,564 was covered by collateral held by financial institutions not in the City’s name or by single financial institution collateralized pools held in the financial institution’s name as specified by Section 135.181 of the Ohio Revised Code.

### NOTE 3 – FIXED ASSETS

The changes in fixed assets for the General Fixed Asset Account Group during 1999 were as follows:

<u>Description</u>	<u>December 31,</u> <u>1998</u>	<u>Adjustment</u>	<u>Restated</u> <u>Balance</u> <u>January 1,</u> <u>1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31,</u> <u>1999</u>
Land and Land Improvements	\$ 302,493	\$ 467,500	\$ 769,993	\$ -	\$ -	\$ 769,993
Buildings and Improvements	1,527,758	3,993	1,531,751	-	-	1,531,751
Machinery and Equipment	<u>3,155,654</u>	<u>857,785</u>	<u>4,013,439</u>	<u>293,246</u>	<u>261,574</u>	<u>4,045,111</u>
Totals	\$ <u>4,985,905</u>	\$ <u>1,329,278</u>	\$ <u>6,315,183</u>	\$ <u>293,246</u>	\$ <u>261,574</u>	\$ <u>6,346,855</u>

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 3 – FIXED ASSETS (CONTINUED)

The changes in Enterprise Fund fixed assets during 1999 were as follows:

Description	December 31, 1998	Adjustment	Restated Balance January 1, 1999	Additions	Deletions	December 31, 1999
Land and Land Improvements	\$ 169,682	\$ -	\$ 169,682	\$ -	\$ -	\$ 169,682
Buildings and Improvements	8,690,923	44,954	8,735,877	-	-	8,735,877
Machinery and Equipment	4,033,187	414,723	4,447,910	190,061	29,796	4,608,175
Sewer Lines	-	5,699,990	5,699,990	137,608	-	5,837,598
Total	12,893,792	6,159,667	19,053,459	327,669	29,796	19,351,332
Less: Accumulated Depreciation	(6,822,314)	(2,948,607)	(9,770,921)	(559,875)	15,052	(10,315,744)
Net Fixed Assets	\$ <u>6,071,478</u>	\$ <u>3,211,060</u>	\$ <u>9,282,538</u>	\$ <u>(232,206)</u>	\$ <u>(14,744)</u>	\$ <u>9,035,588</u>

### NOTE 4 – PROPERTY TAXES

Property taxes consist of amounts levied against real and tangible property (used in business) located in the City. Real property taxes are levied each January 1 on the assessed value listed as of the prior January 1. Assessed values are required to be updated every three years and revalued every six years. The last revaluation was completed in 1999.

The property tax calendar is as follows:

Levy date	January 1, 1998
Lien date	January 1, 1999
First tax bill mailed	January 13, 1999
Second tax bill mailed	June 9, 1999
First installment payment due	February 7, 1999
Second installment payment due	July 11, 1999

The Darke County Treasurer collects property taxes on behalf of taxing Districts in the County, including the City of Greenville. The County Auditor remits periodically to the City, its portion of taxes collected. Property taxes may be paid on either an annual or semi-annual basis.

Because all settlements are made within the fiscal period of the City, each must be recognized as revenue and thus no advance would be available for recognition as revenue at year end since 1999 settlements cannot be appropriated until 2000.

Ohio law prohibits taxation of property in excess of \$10 per \$1,000 (10.0 mills) of assessed value without a vote of the citizens. Under current procedures, the City's share is \$7.55 per \$1,000 (7.55 mills) of assessed value. The City also receives an additional .6 mills to fund the police and fire unfunded pension liability.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 4 - PROPERTY TAXES (CONTINUED)

The assessed values of real and tangible personal property upon which 1999 property tax receipts were based are as follows:

Real Property	\$ 177,472,860
Public Utility Property	10,777,970
Intangible Personal Property	<u>78,586,160</u>
Total Valuation	\$ <u>266,836,990</u>

### NOTE 5 - INCOME TAXES

The City levies a 1.0% income tax on substantially all income earned within the City.

Employers within the City withhold income tax on employee compensation and remit at least quarterly. Corporations and other individual taxpayers pay estimated taxes quarterly and file an annual declaration.

### NOTE 6 - LONG-TERM DEBT

Activity related to general long-term obligations in the General Long-Term Obligations Account Group are as follows:

	Balance <u>01-01-99</u>	<u>Additions</u>	<u>Deductions</u>	Balance <u>12-31-99</u>
General Obligation Bonds Payable	\$ 3,290,000	\$ -	\$ 100,000	\$ 3,190,000
Compensated Absences Payable	444,045	-	415	443,630
Accrued Pension	<u>241,686</u>	<u>22,893</u>	<u>-</u>	<u>264,579</u>
Total	\$ <u>3,975,731</u>	\$ <u>22,893</u>	\$ <u>100,415</u>	\$ <u>3,898,209</u>

**CITY OF GREENVILLE, OHIO**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

NOTE 6 – LONG-TERM DEBT – CONTINUED

Outstanding debt of the City is as follows:

	<u>Balance</u> <u>01-01-99</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>12-31-99</u>
Landfill Closure General Obligation Bond, due July 8, 2017, 5.23%	\$ 183,700	\$ -	\$ 5,000	\$ 178,700
Street Improvement General Obligation Bond due July 8, 2017, 5.23%	183,700	-	5,000	178,700
Storm Water Drainage General Obligation Bond due July 8, 2017, 5.23%	150,275	-	5,000	145,275
Infrastructure General Obligation Bond due July 8, 2017, 5.23%	417,400	-	15,000	402,400
Whirlpool Project General Obligation Bond due July 8, 2017, 5.23%	1,928,575	-	55,000	1,873,575
Wagner Ave. Improvements General Obligation Bond due July 8, 2017, 5.23%	<u>426,350</u>	<u>-</u>	<u>15,000</u>	<u>411,350</u>
Total General Long-Term Obligations Account Group	<u>3,290,000</u>	<u>-</u>	<u>100,000</u>	<u>3,190,000</u>
<i>Enterprise Funds:</i>				
Wastewater System First Mortgage Revenue Bond, payable in annual installments through 2017, 2.95%-6.35%	<u>3,020,000</u>	<u>-</u>	<u>90,000</u>	<u>2,930,000</u>
Total Long-Term Debt	<u>\$ 6,310,000</u>	<u>\$ -</u>	<u>\$ 190,000</u>	<u>\$ 6,120,000</u>

The assets and revenues of the water and sewer utilities are pledged as collateral for the above mortgage revenue bonds.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 6 – LONG-TERM DEBT – CONTINUED

Principal and interest requirements to retire long-term obligations outstanding at December 31, 1999 are as follows:

*PRINCIPAL:*

<u>Year Ending December 31</u>	<u>Wastewater System First Mortgage Revenue Bonds</u>	<u>General Obligation Bonds</u>	<u>Total</u>
2000	\$ 275,530	\$ 263,540	\$ 539,070
2001	275,685	273,940	549,625
2002	275,435	273,650	549,085
2003	274,713	273,130	547,843
2004	278,552	277,380	555,932
2005-2009	1,382,693	1,401,573	2,784,266
2010-2014	1,383,545	1,411,240	2,794,785
2015-2017	<u>830,250</u>	<u>855,050</u>	<u>1,685,300</u>
Total	\$ <u>4,976,403</u>	\$ <u>5,029,503</u>	\$ <u>10,005,906</u>

### NOTE 7 – DEFINED BENEFIT PENSION PLANS

#### A. PUBLIC EMPLOYEE RETIREMENT SYSTEM

The City of Greenville contributes to the Public Employees Retirement System of Ohio ("System"), a cost-sharing multiple-employer public employer retirement system administered by the Public Employees Retirement Board. The System provides retirement and disability benefits, annual cost of living adjustments and death benefits to Plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code. The System issues a stand alone financial report. That report may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215 or by calling (614) 466-2085 or 1-800-222-PERS (7377).

The Ohio Revised Code provides statutory authority for employee and employer contributions. Plan members, other than those engaged in law enforcement, are required to contribute 8.5 percent of their annual covered salary to fund pension obligations and the City is required to contribute 13.55 percent. The contribution rates are determined actuarially. The City's contributions to the System for the years ended December 31, 1999, 1998, and 1997 were \$211,632, \$201,483, and \$209,005, respectively, equal to the required contributions for each year.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

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### NOTE 7 – DEFINED BENEFIT PENSION PLANS – CONTINUED

#### B. OHIO POLICE AND FIRE PENSION FUND

The City of Greenville contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. The OP&F issues a publicly available financial report that includes financial information and required supplementary information for the Plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute 10 percent of their annual covered salary, while employers are required to contribute 19.5 percent and 24 percent, respectively for police officers and firefighters. The City of Greenville contributions to OP&F for the years ending December 31, 1999, 1998, and 1997 were \$372,151, \$410,777, and \$364,509, respectively, equal to the required contributions for each year.

### NOTE 8 – POST-EMPLOYMENT BENEFITS

#### A. PUBLIC EMPLOYEES RETIREMENT SYSTEM

The Public Employees Retirement System of Ohio provides post-retirement health care coverage to age and service retirants with ten or more years of qualifying Ohio service credits. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an other post-employment benefit (OPEB) as described in GASB Statement 12. A portion of each employer's contribution to the System is set aside for the funding of postretirement health care based on the authority granted by State statute. The employer contribution rate was 13.55 percent of which 4.2 percent was used to fund health care in 1999.

Expenditures for OPEB during 1999 were \$523,599,349. As of December 31, 1999, the unaudited estimated net assets available for future OPEB payments were \$9,870,285,641. The number of benefit recipients eligible for OPEB at December 31, 1999 was 118,062. The City of Greenville's actual contributions for 1999 which were used to fund postemployment benefits were \$95,065.

During 1997, the Retirement Board adopted a new calculation method for determining employer contributions applied to OPEB. Under the new method, effective January 1, 1998, employer contributions, equal to 4.2 percent of member covered payroll, are used to fund health care expenses. Under the prior method, accrued liabilities and normal cost rates were determined for retiree health care coverage.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

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### NOTE 8 – POST-EMPLOYMENT BENEFITS – CONTINUED

#### B. OHIO POLICE AND FIRE PENSION FUND

The Ohio Police and Fire Pension Fund provides post-retirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a two thirds basis. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No.12. The Ohio Revised Code Chapter 742 provides that health care costs paid from the funds of the Ohio Police and Fire and Pension Fund shall be included in the employer's contribution rate. The total police employer contribution rate is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll.

The Ohio Revised Code provides the statutory authority allowing the Fund's Board of Trustees to provide health care coverage to all eligible individuals. Health care funding and accounting is on a pay-as-you go basis. The Board-defined allocation was 6.5 percent and 7.0 percent of covered payroll in 1998 and 1999, respectively. The allocation is 7.25 percent in 2000. In addition, since July 1, 1992, most retirees have been required to contribute to a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

The number of participants eligible to receive health care benefits as of December 31, 1998 (the last actuarial valuation available) are 11,424 for police and 9,186 for firemen. The City's actual contributions for 1999 that were used to fund post-employment benefits were \$133,593 for police. The Fund's total health care expenses for the year ending December 31, 1998 (the latest information available) were \$78,596,790, net of member contributions of \$5,331,515.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 9 – ENTERPRISE FUNDS SEGMENT INFORMATION

The City has five Enterprise funds which provide water, sewer, and other community services to its residents. Selected segment information for the year ended December 31, 1999 is as follows:

	<u>Water</u>	<u>Sewer</u>	<u>Special Park</u>
Operating Revenues	\$ 1,241,763	\$ 1,386,951	\$ 38,010
Operating Expenses Before Depreciation	1,280,224	439,591	36,253
Depreciation and Amortization	152,368	383,972	53
Operating Income (Loss)	(190,829)	563,388	1,704
Operating Transfers - In	605,334	-	-
Operating Transfers - Out	(42,126)	(529,381)	-
Net Income (Loss)	630,176	(81,997)	1,704
Net Working Capital	5,868,224	1,168,506	8,826
Bond Indebtedness	-	2,930,000	-
Total Assets	8,778,416	7,139,030	24,329
Total Equity	8,661,838	4,149,132	24,329

  

	<u>Swimming Pool</u>	<u>Parking Meter</u>	<u>Total</u>
Operating Revenues	\$ 72,417	\$ 3,398	\$ 2,742,539
Operating Expenses Before Depreciation	61,489	2,362	1,819,919
Depreciation and Amortization	22,923	559	559,875
Operating Income (Loss)	(11,995)	477	362,745
Operating Transfers - In	28,000	1,000	634,334
Operating Transfers - Out	(22,000)	-	(593,507)
Net Income (Loss)	(5,995)	1,477	545,365
Net Working Capital	24,089	3,490	7,073,135
Bond Indebtedness	-	-	2,930,000
Total Assets	334,799	8,625	16,285,199
Total Equity	334,799	8,625	13,178,723

### NOTE 10 – INTERFUND TRANSACTIONS

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. The City also advances cash from one fund to another as necessary to meet current obligations. Short term interfund advances outstanding at December 31, 1999, are classified as "Due from other funds" or "Due to other funds" on the Combined Balance Sheet.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 10 – INTERFUND TRANSACTIONS – CONTINUED

Summary of interfund advances at December 31, 1999 is as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 3,310	\$ -
Special Revenue Fund	57	-
Agency Funds	-	3,367
	<u>\$ 3,367</u>	<u>\$ 3,367</u>

### NOTE 11 – COMMITMENTS AND CONTINGENT LIABILITIES

#### Federal Assistance

The City participates in several federally assisted programs (primarily Transportation and Community Development Block Grants) which are subject to program compliance audits by the grantors or their representatives. A single financial and compliance audit of the City has been completed with no findings for recovery. The grantor agencies, at their option, may perform economy and efficiency audits, program results audits or conduct monitoring visits. Such audits and visits could lead to reimbursement to the grantor agencies. Management believes such reimbursements, if any, would not be material.

### NOTE 12 – RISK MANAGEMENT

#### Comprehensive

The City is exposed to various risks of loss related to torts, theft, or damage/ destruction of assets, errors and omissions, injuries to employees, and natural disasters. During fiscal year 1999, the City contracted with private carriers for property and fleet insurance, general liability insurance, and various other coverages. Coverage provided during the fiscal year is as follows:

- Building and Contents - replacement cost (\$1,000 deductible) - \$25,689,633
- Boiler and Machinery Coverage - \$6,000,000
- Inland Marine Coverage - (\$1,000 deductible) - \$1,238,404
- Automobile Liability - (\$1,000 deductible) - \$2,000,000
- Uninsured Motorists - \$2,000,000
- General Liability - (\$1,000 deductible) - \$2,000,000
- Public Officials - \$2,000,000
- Umbrella Coverage - \$5,000,000

There have been no significant reductions in insurance coverages during the fiscal year 1999. Settled claims have not exceeded commercial excess coverages in any of the past three years.

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

### NOTE 12 - RISK MANAGEMENT - CONTINUED

#### Self-Insurance

Additionally, the City operates a self-insurance plan for health care benefits. The activity of the plan is recorded in the City's Internal Service Fund. Funds are transferred on a monthly basis to the Internal Service Fund from the other participating funds. Claims are paid weekly through checks written on the City's Health Care account. The claims liability of \$66,771 reported on the Combined Balance Sheet at December 31, 1999 is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for unpaid claims cost, including estimates of costs relating to incurred but not reported claims, be reported. Changes in claims activity for the past two years are as follows:

	<u>Balance at</u>		<u>Current</u>		<u>Claims</u>		<u>Balance at</u>
	<u>January 1</u>		<u>Year Claims</u>		<u>Payments</u>		<u>December 31</u>
1998	\$ 46,394	\$	500,082	\$	474,413	\$	72,063
1999	\$ 72,063	\$	435,692	\$	440,984	\$	66,771

### NOTE 13 - RESTATEMENT

In the prior year, the City did not record sanitary sewer lines on their financial statements. During 1999, a valuation was made of the sanitary sewer lines and an inventory of all fixed assets at December 31, 1998 was taken. Based upon this information, the following adjustments have been made in order to restate the January 1, 1999 fund equity accounts in the Enterprise Fund and the General Fixed Asset Account Group:

#### GENERAL FIXED ASSET ACCOUNT GROUP

Investment in General Fixed Assets, as of December 31, 1998	\$ 4,985,905
Adjustment	<u>1,329,278</u>
Investment in General Fixed Assets, as of January 1, 1999, as Restated	\$ <u>6,315,183</u>

#### ENTERPRISE FUND

Contributed Capital, as of December 31, 1998	\$ -
Adjustment	<u>1,761,317</u>
Contributed Capital, as of January 1, 1999, as Restated	\$ <u>1,761,317</u>
Retained Earnings, as of December 31, 1998	\$ 9,306,420
Adjustment	<u>1,449,743</u>
Retained Earnings, as of January 1, 1999, as Restated	\$ <u>10,756,163</u>

**CITY OF GREENVILLE, OHIO**

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

NOTE 13 – RESTATEMENT – CONTINUED

CASH FUND BALANCE

The beginning budgetary cash fund balances have been restated to exclude outstanding encumbrances so that the ending cash fund balance agrees to the balance sheet.

	Balance December 31, <u>1998</u>	<u>Adjustment</u>	Balance January 1, <u>1999</u>
General Fund	\$ 1,959,883	\$ 420,197	\$ 2,380,080
Special Revenue Funds	123,404	508,225	631,629
Debt Service Funds	90,795	144,641	235,436

NOTE 14 – CONTRIBUTED CAPITAL

During the year, changes in contributed capital were as follows:

Balance as of January 1, 1999, Restated	\$ 1,761,317
Contributed Capital Additions	115,698
Depreciation on Fixed Assets Acquired by Contributions	<u>(89,326)</u>
Balance as of December 31, 1999	\$ <u>1,787,689</u>

NOTE 15 – OPERATING TRANSFERS

The following represents all operating transfers for the year ended December 31, 1999.

	Operating Transfers <u>In</u>	Operating Transfers <u>Out</u>
General Fund	\$ 343,000	\$ 1,509,853
Special Revenue Funds	645,811	60,404
Debt Service Funds	268,140	-
Capital Projects Funds	-	98,334
Enterprise Funds	634,334	593,507
Internal Service Fund	384,313	-
Agency Fund	<u>-</u>	<u>13,500</u>
Total	\$ <u>2,275,598</u>	\$ <u>2,275,598</u>

# CITY OF GREENVILLE, OHIO

## NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 1999

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### NOTE 16 - SUBSEQUENT EVENTS

The City has been awarded a grant and 0% loan from the Ohio Public Works Commission for road improvements in the amount of \$900,000. The grant will be released by the Commission on July 1, 2000.

The Ohio Police and Fire Pension Fund announced that beginning November 15, 1998 it was again offering municipalities the opportunity to pay off their Employers' Accrued Liability balances at a discount in one lump sum. For payments received by the Pension Fund from November 16, 1998 through May 15, 2000, the amount due would be 68% of the first \$500,000 of the principal amount owed. The City's final payoff of its Accrued Liability was executed on April 21, 2000 with a payment of \$179,889.

**Report On Compliance and on Internal Control Over Financial  
Reporting Based on an Audit of Financial Statements  
Performed in Accordance With Government Auditing Standards**

Honorable Mayor and Members of the  
City Council of the City of Greenville, Ohio

We have audited the financial statements of the City of Greenville, Ohio as of and for the year ended December 31, 1999, and have issued our report thereon dated April 20, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City of Greenville, Ohio's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that have been reported to management of the City of Greenville, Ohio in a separate letter dated April 20, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to management of the City of Greenville, Ohio in a separate letter dated April 20, 2000.

This report is intended for the information and use of the Audit Committee, Management, City Council, the Auditor of State, federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*Ciuni & Panichi, Inc.*

Cleveland, Ohio  
April 20, 2000

**Report On Compliance With Requirements Applicable To Each  
Major Program And On Internal Control Over Compliance And  
On The Schedule Of Expenditures Of Federal Awards In  
Accordance With OMB Circular A-133**

Honorable Mayor and Members of the City  
Council of the City of Greenville, Ohio

Compliance

We have audited the compliance of the City of Greenville, Ohio with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal programs for the year ended December 31, 1999. The City of Greenville, Ohio's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of the City of Greenville, Ohio's management. Our responsibility is to express an opinion on the City of Greenville, Ohio's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the City of Greenville, Ohio's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City of Greenville, Ohio's compliance with those requirements.

In our opinion, the City of Greenville, Ohio complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 1999.

### Internal Control Over Compliance

The management of the City of Greenville, Ohio is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City of Greenville, Ohio's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

### Schedule of Expenditures of Federal Awards

We have audited the general purpose financial statements of the City of Greenville, Ohio as of and for the year ended December 31, 1999, and have issued our report thereon dated April 20, 2000. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

This report is intended for the information and use of Audit Committee, Management, City Council, the Auditor of State, federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*Cimini & Parnetti, Inc.*

Cleveland, Ohio  
April 20, 2000

# CITY OF GREENVILLE, OHIO

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

### FOR THE YEAR ENDED DECEMBER 31, 1999

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Total Awards Expended</u>
<b>U.S. Department of Housing and Urban Development:</b>			
Pass-Through Ohio Department of Development:			
Community Development Block Grant			
Formula Allocation Program	14.228	A-F-98-129-1	\$ 26,099
Economic Development Program	14.228	A-E-98-129-1	<u>77,321</u>
Total U.S. Department of Housing and Urban Development			<u>103,420</u>
<b>U.S. Department of Transportation:</b>			
Pass-Through Ohio Department of Transportation:			
Public Transportation for Nonurbanized Areas Grant	20.509	RPT-4019-017-991	<u>197,839</u>
<b>Federal Emergency Management Agency:</b>			
Pass-Through Ohio Emergency Management Agency:			
Federal Emergency Management Agency Grant	83.534	98-PPACA	<u>3,042</u>
<b>U.S. Department of Justice:</b>			
COPS Grant	16.710	N/A	<u>37,500</u>
Total Expenditures of Federal Awards			\$ <u>341,801</u>

The accompanying notes are an integral part of this schedule

# **CITY OF GREENVILLE, OHIO**

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

**DECEMBER 31, 1999**

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### **NOTE 1 - GENERAL**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards of the City of Greenville, Ohio (the "City").

### **NOTE 2 - BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards is presented using the cash basis of accounting. The City's expenditures for the year ended December 31, 1999 as reported on the Schedule reflect federal expenditures only and do not include matching expenditures.

The accompanying notes are an integral part of this schedule

# CITY OF GREENVILLE, OHIO

## SCHEDULE OF FINDINGS OMB CIRCULAR A-133 SECTION .505

**DECEMBER 31, 1999**

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### 1. SUMMARY OF AUDITOR'S RESULTS

(d)(I)(i)	Type of Financial Statement Opinion	Unqualified
(d)(I)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(I)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(I)(iii)	Was there any material reported noncompliance at the financial statement level (GAGAS)?	No
(d)(I)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(I)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(I)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(I)(vi)	Are there any reportable findings under Section .510?	No
(d)(I)(vii)	Major Programs	Public Transportation for Nonurbanized Areas - #20.509
(d)(I)(viii)	Dollar Threshold: Type A/B Programs	Type A: >\$300,000 Type B: All Others
(d)(I)(ix)	Low Risk Auditee?	No

### 2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

None.

### 3. FINDINGS FOR FEDERAL AWARDS

None.

**CITY OF GREENVILLE, OHIO**

SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A-133 SECTION .315(b)

**DECEMBER 31, 1999**

<b>Finding No.</b>	<b>Finding Summary</b>	<b>Fully Corrected?</b>	<b>Explanation</b>
1998-001	Property and Equipment; the City did not report all water and sewer lines owned on their financial statements.	Yes.	

The accompanying notes are an integral part of this schedule

**CITY OF GREENVILLE**  
**100 PUBLIC SQUARE**  
**GREENVILLE, OHIO 45331-1497**  
**(937) 548-4435**

**Response to Findings Associated With**  
**Audit Conducted in Accordance with *Government Auditing Standards***  
**for the Year Ended December 31, 1999**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
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Not applicable

The accompanying notes are an integral part of this schedule



STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140  
Telephone 614-466-4514  
800-282-0370  
Facsimile 614-466-4490

CITY OF GREENVILLE

DARKE COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

By: Susan Babbitt

Date: AUGUST 15, 2000